

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

**Guided Sport Fishing with Associated Boat Storage on
American Creek**

Concession Contract No. KATM-002-05

John W. Holman

No See Um Lodge, Inc.

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Covering the Period

January 1, 2005 through December 31, 2014

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This Contract is between the National Park Service and **No See Um Lodge, Inc.** (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

(a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.

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- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

(a) Franchise Fee

- (1) The Concessioner must pay a franchise fee to the Director as follows: 10% (ten percent) of annual gross receipts or a minimum of \$600.00, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.

(b) Payments Due

- (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
- (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.

(c) Interest

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

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Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the property. This removal must occur within thirty (30) days (unless the Director in particular circumstances

otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions -- See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

President
No See Um Lodge, Inc.

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest
By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

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ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

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- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

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process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled, terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, hearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between No See Um Lodge, Inc. (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM002 -05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

Katmai National Park and Preserve
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- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft, after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.

9. A small Porte Potty will be provided for clients which will be stored in a bear proof container and flown out after each fishing day.
10. Guides will not use a net when handling fish to remove the hook.
11. Guides will instruct fisherman not to touch fish with dry hands and will ensure fish are kept in the water.
12. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair.
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 7. All items including the outboard motor, but excluding the boat, must be removed from the park by October 7.
4. Storage of items not specifically authorized by this contract is prohibited.

5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry a satellite telephone, emergency first aid kit, flare kit and VHF radio.
3. Boat passengers are required to remain seated while the boat is in motion.
4. Safe fly casting distance will be supervised by guides.
5. Guides will require guests to wear glasses while fishing.
6. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Pre-trip information will be sent to the clients before they arrive at American Creek, including but not limited to:
 - a. Questionnaire asking for personal information.
 - b. Fisherman skills.
 - c. Who to notify in case of emergency.
 - d. Deposit, cancellation and refund policies.
 - e. What type of clothing and equipment gear to bring.
 - f. Written information about Katmai National Park and Preserve

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract

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Compliance annually.

3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

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Alaska Region - National Park Service

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Exhibit C - Reserved

Exhibit D

Insurance Requirements

I. General

The Concessioner must obtain and maintain during the entire term of this Contract, at its sole cost and expense, the types and amounts of insurance coverage necessary to fulfill the obligations of the Contract. The Director will approve the types and amounts of insurance coverage purchased by the Concessioner.

At the request of the Director, the Concessioner must, at the time insurance is first purchased and annually thereafter, provide the Director with a Certificate of Insurance that accurately details the conditions of the policy as evidence of compliance with this section. The Concessioner must provide the Director immediate written notice of any material change in the Concessioner's insurance program hereunder, including without limitation, cancellation of any required insurance coverages.

From time to time, as conditions in the insurance industry warrant, the Director may modify this Exhibit, provided that any additional requirements must be reasonable and consistent with the types of insurance a prudent businessperson would purchase in similar circumstances.

The Director will not be responsible for any omissions or inadequacies of insurance coverages and amounts in the event the insurance purchased by the Concessioner proves to be inadequate or otherwise insufficient for any reason whatsoever.

II. Liability Insurance.

The Concessioner must provide commercial general liability insurance against claims arising out of or resulting from the acts or omissions of the Concessioner or its employees, agents or contractors, in carrying out the activities and operations required and/or authorized under this Contract.

All liability policies must specify that the insurance company will have no right of subrogation against the United States of America and must provide that the United States of America is named an additional insured.

This insurance must be in the amount commensurate with the degree of risk and the scope and size of the activities required and/or authorized under this Contract. The following Liability Coverages and limits are to be maintained at a minimum, all of which are to be written on an occurrence basis only. The Concessioner may attain the limits specified below by means of supplementing the respective coverage(s) with Excess or Excess "Umbrella" Liability. Furthermore, the commercial general liability package must provide no less than the coverages and limits described.

A. Commercial General Liability

1. Coverage will be provided for bodily injury, property damage, personal or advertising injury liability (and must include Contractual Liability and Products/Completed Operations Liability).

Bodily Injury and Property Damage Limit \$300,000

Products/Completed Operations Limit \$300,000

Personal Injury & Advertising Injury Limit \$300,000

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General Aggregate \$300,000
Fire Damage Legal Liability "per fire" per policy

2. If the policy insures more than one location, the General Aggregate limit must be amended to apply separately to each location, or, at least, separately to the appropriate NPS location(s).

B. Automobile Liability

Coverage will be provided for bodily injury or property damage arising out of the ownership, maintenance or use of "any auto," Symbol 1. (Where there are no owned autos, coverage applicable to "hired" and "non-owned" autos, "Symbols 8 & 9," will be maintained.)

Each Accident Limit: NA

C. Liquor Liability (if applicable)

Coverage will be provided for bodily injury or property damage including damages for care, loss of services, or loss of support arising out of the selling, serving or furnishing of any alcoholic beverage.

Each Common Cause Limit Liquor sales not authorized.
Aggregate Limit

D. Watercraft Liability (or Protection & Indemnity) (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any watercraft.

Each Occurrence Limit: \$300,000

E. Aircraft Liability (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any aircraft.

Each Person Limit: As required by the Federal Aviation Administration and/or State of Alaska

Property Damage Limit: " "

Each Accident Limit: " "

F. Excess Liability or Excess "Umbrella" Liability

This coverage is not required, but may be used to supplement any of the above Liability coverage policies in order to arrive at the required minimum limit of liability. If maintained, coverage will be provided for bodily injury, property damage, personal or advertising injury liability in excess of scheduled underlying insurance. In addition, coverage must be at least as broad as that provided by underlying insurance policies and the limits of underlying insurance must be sufficient to prevent any

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gap between such minimum limits and the attachment point of the coverage afforded under the Excess Liability or Excess "Umbrella" Liability policy.

G. Care, Custody and Control--Legal Liability (Describe Specific Coverage)

Coverage will be provided for damage to property in the care, custody or control of the concessioner.

Any One Loss \$300,000

H. Environmental Impairment Liability

Coverage (if requested by the Director) will be provided for bodily injury, personal injury or property damage arising out of pollutants or contaminants (on site and/or offsite).

Each Occurrence or Each Claim Limit \$300,000

Aggregate Limit \$600,000

I. Special Provisions for Use of Aggregate Policies.

At such time as the aggregate limit of any required policy is (or if it appears that it will be) reduced or exhausted, the concessioner may be required to reinstate such limit or purchase additional coverage limits.

J. Self-Insured Retentions.

Self-insured retentions on any of the above described Liability insurance policies (other than Excess "Umbrella" Liability, if maintained) may not exceed \$5,000.

K. Workers Compensation and Employers' Liability.

Coverage will comply with the statutory requirements of the state(s) in which the Concessioner operates.

II. Insurance Company Minimum Standards.

All insurance companies providing the above described insurance coverages must meet the minimum standards set forth below:

1. All insurers for all coverages must be rated no lower than A-by the most recent edition of Best's Key Rating Guide (Property-Casualty Edition).
2. All insurers for all coverages must have a Best's Financial Size Category of at least VIII according to the most recent edition of Best's Key Rating Guide (Property-Casualty edition).
3. All insurers must be admitted (licensed) in the state in which the Concessioner is domiciled.

III. Certificates of Insurance.

All certificates of Insurance required by this Contract must be completed in sufficient detail to allow easy identification of the coverages, limits, and coverage amendments that are described above. In addition, the insurance companies must be accurately listed along with their A.M. Best Identification Number ("AMB#"). The name, address and telephone number of the issuing insurance agent or broker must be clearly shown on the certificate of insurance as well.

Due to the space limitations of most standard certificates of insurance, it is expected that an addendum will be attached to the appropriate certificate(s) in order to provide the space needed to show the required information.

In addition to providing certificates of insurance, the Concessioner, upon written request of the Director, must provide the Director with a complete copy of any of the insurance policies (or endorsements thereto) required herein to be maintained by the Concessioner.

IV. Statutory Limits

In the event that a statutorily required limit exceeds a limit required herein, the higher statutorily required limit will be considered the minimum to be maintained.

EXHIBIT B - OPERATING PLAN

No See Um Lodge - KATM 002-05

2015

I. INTRODUCTION

This Operating Plan between *No See Um Lodge, Inc.* (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM002 -05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the **Concessions Management Specialist** as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually
Franchise Fee Payment	December 31 st annually

- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.

The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of

hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry emergency communication devices, emergency first aid kit, flare kit.
3. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
4. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required

5. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective May 15, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1

**Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD**

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

**Guided Sport Fishing with Associated Boat Storage on
American Creek**

Concession Contract No. KATM-003-05

Michael P. Groom

Alaska's Enchanted Lake Lodge, Inc.

Winter Address: 1570 The Alameda, Suite 100, San Jose, CA 95126

Summer Address: P.O. Box 97, King Salmon, AK 99613

Tele: (907) 248-6876

Fax: (907) 336-4448

enchantedlake@earthlink.net
www.enchantedlakelodge.com

Covering the Period

January 1, 2005 through December 31, 2014.

Katmai National Park and Preserve
Alaska Region - National Park Service

This Contract is between the National Park Service and Alaska's Enchanted Lake Lodge, Inc. (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

Katmai National Park and Preserve
Alaska Region - National Park Service

- (a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.
- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

(a) Franchise Fee

- (1) The Concessioner must pay a franchise fee to the Director as follows: 8% (eight percent) of annual gross receipts or a minimum annual fee of: \$2,800.00 in 2005; \$2,900.00 in 2006; \$3,000.00 in 2007; \$3,100.00 in 2008; \$3,200.00 in 2009; \$3,300.00 in 2010; \$3,400.00 in 2011; \$3,500.00 in 2012; \$3,600.00 in 2013; and \$3,700.00 in 2014, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.

(b) Payments Due

- (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
- (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.

(c) Interest

Katmai National Park and Preserve
Alaska Region - National Park Service

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the property. This removal must occur within thirty (30) days (unless the Director in particular circumstances otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions – See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

Title: _____
Alaska's Enchanted Lake Lodge, Inc.

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest

By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

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ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

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process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled, terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, hearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between **Alaska's Enchanted Lake Lodge, Inc.** (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM003-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

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- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All trash, garbage, litter or other evidence of the concessioner's presence in and around American Creek will be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.

8. Bear resistant food containers will be used for storing all food, beverages (except water) and odorous items.
9. All guides and clients will consume food and beverage (except water) only in the boat.
10. The clients will discontinue fishing any time they are approached by bears.
11. The Concessioner will access different parts of American Creek each week.
12. Clients will be instructed in proper catch-and-release techniques and will be closely supervised by the guide.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four-stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 -- October 7. All

items including the outboard motor, but excluding the boat, must be removed from the park by October 7.

4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. The Concessioner will present a pre-trip safety orientation to clients prior to arrival at American Creek.
2. Each guide will be trained in first aid, CPR and the use of a defibrillator.
3. The boat will have the following equipment: a satellite phone, VHF aircraft radio, VHF marine radio, a defibrillator, splints, space blankets, emergency flare guns and flares, bear spray, and equipment necessary to remain the wilderness overnight.
4. The boat will have three breakdown oars with bronze oarlocks, five new Type 1 USGC life jackets, one new throwable floatation device, one new fire extinguisher, new emergency flare guns and flares, and one new air horn or similar sound producing device.
5. Each guide will be trained on-site on the lower American Creek by Alaska's Enchanted Lake Lodge General Manager. Each guide will have extensive training and experience in the use and operation of jet boats on streams and rivers including, but not limited to: the proper way to transfer guests to and from the aircraft, proper techniques for use of the boat on American Creek, and evacuation procedures in the event of an emergency.
6. Only the guide will operate the boat.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Pre-trip information will be sent to clients before they arrive on American Creek, including but not limited to:

Katmai National Park and Preserve
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- a. General information about Katmai National Park and Preserve
 - b. Rules and regulations of the Park
 - c. Minimizing impacts on bears and other wildlife
 - d. Sockeye salmon life cycle
 - e. Proper catch-and-release techniques
 - f. Cultural resources
4. Guides are well trained in park rules and regulations and all guests will be constantly supervised to assure compliance.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

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Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Exhibit C - Reserved

Exhibit D Insurance Requirements

I. General

The Concessioner must obtain and maintain during the entire term of this Contract, at its sole cost and expense, the types and amounts of insurance coverage necessary to fulfill the obligations of the Contract. The Director will approve the types and amounts of insurance coverage purchased by the Concessioner.

At the request of the Director, the Concessioner must, at the time insurance is first purchased and annually thereafter, provide the Director with a Certificate of Insurance that accurately details the conditions of the policy as evidence of compliance with this section. The Concessioner must provide the Director immediate written notice of any material change in the Concessioner's insurance program hereunder, including without limitation, cancellation of any required insurance coverages.

From time to time, as conditions in the insurance industry warrant, the Director may modify this Exhibit, provided that any additional requirements must be reasonable and consistent with the types of insurance a prudent businessperson would purchase in similar circumstances.

The Director will not be responsible for any omissions or inadequacies of insurance coverages and amounts in the event the insurance purchased by the Concessioner proves to be inadequate or otherwise insufficient for any reason whatsoever.

II. Liability Insurance.

The Concessioner must provide commercial general liability insurance against claims arising out of or resulting from the acts or omissions of the Concessioner or its employees, agents or contractors, in carrying out the activities and operations required and/or authorized under this Contract.

All liability policies must specify that the insurance company will have no right of subrogation against the United States of America and must provide that the United States of America is named an additional insured.

This insurance must be in the amount commensurate with the degree of risk and the scope and size of the activities required and/or authorized under this Contract. The following Liability Coverages and limits are to be maintained at a minimum, all of which are to be written on an occurrence basis only. The Concessioner may attain the limits specified below by means of supplementing the respective coverage(s) with Excess or Excess "Umbrella" Liability. Furthermore, the commercial general liability package must provide no less than the coverages and limits described.

A. Commercial General Liability

1. Coverage will be provided for bodily injury, property damage, personal or advertising injury liability (and must include Contractual Liability and Products/Completed Operations Liability).
Bodily Injury and Property Damage Limit \$300,000
Products/Completed Operations Limit \$300,000
Personal Injury & Advertising Injury Limit \$300,000

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General Aggregate \$300,000
Fire Damage Legal Liability ``per fire" per policy

2. If the policy insures more than one location, the General Aggregate limit must be amended to apply separately to each location, or, at least, separately to the appropriate NPS location(s).

B. Automobile Liability

Coverage will be provided for bodily injury or property damage arising out of the ownership, maintenance or use of ``any auto," Symbol 1. (Where there are no owned autos, coverage applicable to ``hired" and ``non-owned" autos, ``Symbols 8 & 9," will be maintained.)

Each Accident Limit: NA

C. Liquor Liability (if applicable)

Coverage will be provided for bodily injury or property damage including damages for care, loss of services, or loss of support arising out of the selling, serving or furnishing of any alcoholic beverage.

Each Common Cause Limit Liquor sales not authorized.
Aggregate Limit

D. Watercraft Liability (or Protection & Indemnity) (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any watercraft.

Each Occurrence Limit: \$300,000

E. Aircraft Liability (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any aircraft.

Each Person Limit: As required by the Federal Aviation Administration and/or State of Alaska

Property Damage Limit: " "

Each Accident Limit: " "

F. Excess Liability or Excess "Umbrella" Liability

This coverage is not required, but may be used to supplement any of the above Liability coverage policies in order to arrive at the required minimum limit of liability. If maintained, coverage will be provided for bodily injury, property damage, personal or advertising injury liability in excess of scheduled underlying insurance. In addition, coverage must be at least as broad as that provided by underlying insurance policies and the limits of underlying insurance must be sufficient to prevent any

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gap between such minimum limits and the attachment point of the coverage afforded under the Excess Liability or Excess "Umbrella" Liability policy.

G. Care, Custody and Control--Legal Liability (Describe Specific Coverage)

Coverage will be provided for damage to property in the care, custody or control of the concessioner.

Any One Loss \$300,000

H. Environmental Impairment Liability

Coverage (if requested by the Director) will be provided for bodily injury, personal injury or property damage arising out of pollutants or contaminants (on site and/or offsite).

Each Occurrence or Each Claim Limit \$300,000

Aggregate Limit \$600,000

I. Special Provisions for Use of Aggregate Policies.

At such time as the aggregate limit of any required policy is (or if it appears that it will be) reduced or exhausted, the concessioner may be required to reissue such limit or purchase additional coverage limits.

J. Self-Insured Retentions.

Self-insured retentions on any of the above described Liability insurance policies (other than Excess "Umbrella" Liability, if maintained) may not exceed \$5,000.

K. Workers Compensation and Employers' Liability.

Coverage will comply with the statutory requirements of the state(s) in which the concessioner operates.

II. Insurance Company Minimum Standards.

All insurance companies providing the above described insurance coverages must meet the minimum standards set forth below:

1. All insurers for all coverages must be rated no lower than A-by the most recent edition of Best's Key Rating Guide (Property-Casualty Edition).
2. All insurers for all coverages must have a Best's Financial Size Category of at least VIII according to the most recent edition of Best's Key Rating Guide (Property-Casualty edition).
3. All insurers must be admitted (licensed) in the state in which the concessioner is domiciled.

III. Certificates of Insurance.

All certificates of Insurance required by this Contract must be completed in sufficient detail to allow easy identification of the coverages, limits, and coverage amendments that are described above. In addition, the insurance companies must be accurately listed along with their A.M. Best Identification Number ("AMB#"). The name, address and telephone number of the issuing insurance agent or broker must be clearly shown on the certificate of insurance as well.

Due to the space limitations of most standard certificates of insurance, it is expected that an addendum will be attached to the appropriate certificate(s) in order to provide the space needed to show the required information.

In addition to providing certificates of insurance, the Concessioner, upon written request of the Director, must provide the Director with a complete copy of any of the insurance policies (or endorsements thereto) required herein to be maintained by the Concessioner.

IV. Statutory Limits

In the event that a statutorily required limit exceeds a limit required herein, the higher statutorily required limit will be considered the minimum to be maintained.

EXHIBIT B - OPERATING PLAN
Alaska's Enchanted Lake Lodge - KATM 003-05
2015

I. INTRODUCTION

This Operating Plan between Alaska's Enchanted Lake Lodge, Inc. (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM003-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concessions Management Specialist as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of liability Insurance and Aircraft Insurance (of applicable)	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually
Franchise Fee Payment	December 31 st annually

* The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. The Concessioner will present a pre-trip safety orientation to clients prior to arrival at American Creek.
2. Each guide will be trained in first aid, CPR and the use of a defibrillator.
3. The boat will have the following equipment: *emergency* communication devices, a defibrillator, splints, space blankets, emergency flare guns and flares, bear spray, and equipment necessary to remain the wilderness overnight.
4. The boat will have three breakdown oars with bronze oarlocks, five new Type 1 USGC life jackets, one new throwable floatation device, one new fire extinguisher, new emergency flare guns and flares, and one new air horn or similar sound producing device.
5. Each guide will be trained on-site on the lower American Creek by Alaska's Enchanted Lake Lodge General Manager. Each guide will have extensive training and experience in the use and operation of jet boats on streams and rivers including, but not limited to: the proper way to transfer guests to and from the aircraft, proper techniques for use of the boat on American Creek, and evacuation procedures in the event of an emergency.
6. Only the guide will operate the boat.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective May 15, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

**Guided Sport Fishing with Associated Boat Storage on
American Creek**

Concession Contract No. KATM-007-05

Raymond F. Petersen

Katmai Air, LLC dba Kulik Lodge

4125 Aircraft Drive
Anchorage, AK 99502
Tele: (907) 243-5448
Fax: (907) 243-0649

sonny@katmailand.com
www.katmailand.com

Covering the Period

January 1, 2005 through December 31, 2014

Katmai National Park and Preserve
Alaska Region - National Park Service

This Contract is between the National Park Service and **Katmai Air, LLC dba Kulik Lodge** (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

Katmai National Park and Preserve
Alaska Region - National Park Service

- (a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.
- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

(a) Franchise Fee

- (1) The Concessioner must pay a franchise fee to the Director as follows: 6% (six percent) of annual gross receipts or a minimum of \$6,000.00 annually, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.

(b) Payments Due

- (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
- (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.

(c) Interest

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the

Katmai National Park and Preserve
Alaska Region - National Park Service

United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

Katmai National Park and Preserve
Alaska Region - National Park Service

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the

property. This removal must occur within thirty (30) days (unless the Director in particular circumstances otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions – See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

Managing Member
Katmai Air, LLC dba Kulik Lodge

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest

By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

Katmai National Park and Preserve
Alaska Region - National Park Service

ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled, terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, hearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between **Katmai Air, LLC dba Kulik Lodge** (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM007-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

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- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.
8. Preparation of food or hot "shore lunches" on the river are prohibited. Guests will not carry food or beverage, other than water, with them.

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9. Bear resistant food containers will be used for food storage, food scraps and trash. These items will be flown out of the area at the end of the day.
10. Guests will be instructed on proper catch-and-release techniques and will be closely supervised by the guide.
11. A small, lightweight, self-contained toilet will be available and human waste will be flown out of the area at the end of the day .
12. Concessioner will implement their Environmental Management Plan, review it annually with the NPS and modify it each year as needed.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four-stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 -- October 7. All

items including the outboard motor, but excluding the boat, must be removed from the park by October 7.

4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. A pre-trip boat inspection and guest safety orientation will be conducted by the guide daily prior to starting the engine.
2. The guide will wear eye protection at any time that the boat is underway and the guests will be encouraged to do the same or sit with their backs facing the stern of the boat to prevent eye injuries.
3. All guides will be current in first aid and CPR training and will carry a comprehensive first aid kit.
4. Guides will carry a satellite telephone.
5. The boat will be equipped with oar, oar locks, signal mirror, signal flares and noise producing device.
6. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
7. Concessioner will implement their Risk Management Plan and Guide Training Program, review both plans annually with the NPS and modify them as needed.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Guides are well trained in park rules and regulations and all guests are constantly.
4. Pre-trip information will be sent to clients before they arrive on American Creek, including but not limited to:

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- a. The purpose of Katmai National Park and Preserve
- b. Rules and regulations of the Park
- c. Minimizing impacts on bears and other wildlife
- d. The sockeye salmon life cycle
- e. Proper catch-and-release techniques
- f. Cultural resources

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

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Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

EXHIBIT B - OPERATING PLAN
Katmai Air, LLC dba Kulik Lodge - KATM 007-05
2015

I. INTRODUCTION

This Operating Plan between Katmai Air, LLC dba Kulik Lodge (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM007-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concessions Management Specialist as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually
Franchise Fee Payment	December 31 st annually

* The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.
10. Concessioner will implement their Environmental Management Plan, review it annually with the NPS and modify it each year as needed.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.

The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. A pre-trip boat inspection and guest safety orientation will be conducted by the guide daily prior to starting the engine.

2. Guides will carry *emergency communication devices and a comprehensive first aid kit*.
3. The boat will be equipped with oar, oar locks, signal mirror, signal flares and noise producing device.
4. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
5. Concessioner will implement their Risk Management Plan and Guide Training Program, review both plans annually with the NPS and modify them as needed.
6. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the

Superintendent.

2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective May 15, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

**Guided Sport Fishing with Associated Boat Storage on
American Creek**

Concession Contract No. KATM-006-05

Bruce Johnson

Bristol Bay Sportsfishing, Inc.

Summer Address: P.O. Box 164, Iliamna, AK 99606
Winter Address: 212 Nth 4th Avenue, #139, Sandpoint, ID 83864
Summer Tele: (907) 571-1325
Winter Tele: (208) 263-8594
Winter Fax: (208) 263-8594

streamside@bristol-bay.com
www.bristol-bay.com

Covering the Period

January 1, 2005 through December 31, 2014

Katmai National Park and Preserve
Alaska Region - National Park Service

This Contract is between the National Park Service and **Bristol Bay Sportsfishing, Inc.** (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

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- (a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.
- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

(a) Franchise Fee

- (1) The Concessioner must pay a franchise fee to the Director as follows: 10% (ten percent) of annual gross receipts or a minimum annual fee of \$600.00, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.

(b) Payments Due

- (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
- (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.

(c) Interest

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the

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United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the

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property. This removal must occur within thirty (30) days (unless the Director in particular circumstances otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions -- See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

President
Bristol Bay Sportsfishing, Inc.

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest
By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

Katmai National Park and Preserve
Alaska Region - National Park Service

ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

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process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled, terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, bearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between **Bristol Bay Sportsfishing, Inc.** (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM006-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

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- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.

9. A small Porte Potty will be provided for clients which will be stored in a bear proof container and flown out after each fishing day.
10. Guides will not use a net when handling fish to remove the hook.
11. Guides will instruct fisherman not to touch fish with dry hands and will ensure fish are kept in the water.
12. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four-stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 7. All items including the outboard motor, but excluding the boat, must be removed from the park by October 7.
4. Storage of items not specifically authorized by this contract is prohibited.

5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry a satellite telephone, emergency first aid kit, flare kit and VHF radio.
3. Boat passengers are required to remain seated while the boat is in motion.
4. Safe fly casting distance will be supervised by guides.
5. Guides will require guests to wear glasses while fishing.
6. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Pre-trip information will be sent to the clients before they arrive at American Creek, including but not limited to:
 - a. Questionnaire asking for personal information.
 - b. Fisherman skills.
 - c. Who to notify in case of emergency.
 - d. Deposit, cancellation and refund policies.
 - e. What type of clothing and equipment gear to bring.
 - f. Written information about Katmai National Park and Preserve.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.

3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using two guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

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Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Exhibit C - Reserved

Exhibit D

Insurance Requirements

I. General

The Concessioner must obtain and maintain during the entire term of this Contract, at its sole cost and expense, the types and amounts of insurance coverage necessary to fulfill the obligations of the Contract. The Director will approve the types and amounts of insurance coverage purchased by the Concessioner.

At the request of the Director, the Concessioner must, at the time insurance is first purchased and annually thereafter, provide the Director with a Certificate of Insurance that accurately details the conditions of the policy as evidence of compliance with this section. The Concessioner must provide the Director immediate written notice of any material change in the Concessioner's insurance program hereunder, including without limitation, cancellation of any required insurance coverages.

From time to time, as conditions in the insurance industry warrant, the Director may modify this Exhibit, provided that any additional requirements must be reasonable and consistent with the types of insurance a prudent businessperson would purchase in similar circumstances.

The Director will not be responsible for any omissions or inadequacies of insurance coverages and amounts in the event the insurance purchased by the Concessioner proves to be inadequate or otherwise insufficient for any reason whatsoever.

II. Liability Insurance.

The Concessioner must provide commercial general liability insurance against claims arising out of or resulting from the acts or omissions of the Concessioner or its employees, agents or contractors, in carrying out the activities and operations required and/or authorized under this Contract.

All liability policies must specify that the insurance company will have no right of subrogation against the United States of America and must provide that the United States of America is named an additional insured.

This insurance must be in the amount commensurate with the degree of risk and the scope and size of the activities required and/or authorized under this Contract. The following Liability Coverages and limits are to be maintained at a minimum, all of which are to be written on an occurrence basis only. The Concessioner may attain the limits specified below by means of supplementing the respective coverage(s) with Excess or Excess "Umbrella" Liability. Furthermore, the commercial general liability package must provide no less than the coverages and limits described.

A. Commercial General Liability

1. Coverage will be provided for bodily injury, property damage, personal or advertising injury liability (and must include Contractual Liability and Products/Completed Operations Liability).

Bodily Injury and Property Damage Limit \$300,000

Products/Completed Operations Limit \$300,000

Personal Injury & Advertising Injury Limit \$300,000

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General Aggregate \$300,000
Fire Damage Legal Liability ``per fire" per policy

2. If the policy insures more than one location, the General Aggregate limit must be amended to apply separately to each location, or, at least, separately to the appropriate NPS location(s).

B. Automobile Liability

Coverage will be provided for bodily injury or property damage arising out of the ownership, maintenance or use of ``any auto," Symbol 1. (Where there are no owned autos, coverage applicable to ``hired" and ``non-owned" autos, ``Symbols 8 & 9," will be maintained.)

Each Accident Limit: NA

C. Liquor Liability (if applicable)

Coverage will be provided for bodily injury or property damage including damages for care, loss of services, or loss of support arising out of the selling, serving or furnishing of any alcoholic beverage.

Each Common Cause Limit Liquor sales not authorized.
Aggregate Limit

D. Watercraft Liability (or Protection & Indemnity) (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any watercraft.

Each Occurrence Limit: \$300,000

E. Aircraft Liability (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any aircraft.

Each Person Limit: As required by the Federal Aviation Administration and/or State of Alaska

Property Damage Limit: " "

Each Accident Limit: " "

F. Excess Liability or Excess "Umbrella" Liability

This coverage is not required, but may be used to supplement any of the above Liability coverage policies in order to arrive at the required minimum limit of liability. If maintained, coverage will be provided for bodily injury, property damage, personal or advertising injury liability in excess of scheduled underlying insurance. In addition, coverage must be at least as broad as that provided by underlying insurance policies and the limits of underlying insurance must be sufficient to prevent any

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gap between such minimum limits and the attachment point of the coverage afforded under the Excess Liability or Excess "Umbrella" Liability policy.

G. Care, Custody and Control--Legal Liability (Describe Specific Coverage)

Coverage will be provided for damage to property in the care, custody or control of the concessioner.

Any One Loss \$300,000

H. Environmental Impairment Liability

Coverage (if requested by the Director) will be provided for bodily injury, personal injury or property damage arising out of pollutants or contaminants (on site and/or offsite).

Each Occurrence or Each Claim Limit \$300,000

Aggregate Limit \$600,000

I. Special Provisions for Use of Aggregate Policies.

At such time as the aggregate limit of any required policy is (or if it appears that it will be) reduced or exhausted, the concessioner may be required to reinstate such limit or purchase additional coverage limits.

J. Self-Insured Retentions.

Self-insured retentions on any of the above described Liability insurance policies (other than Excess "Umbrella" Liability, if maintained) may not exceed \$5,000.

K. Workers Compensation and Employers' Liability.

Coverage will comply with the statutory requirements of the state(s) in which the ☐ concessioner operates.

II. Insurance Company Minimum Standards.

All insurance companies providing the above described insurance coverages must meet the minimum standards set forth below:

1. All insurers for all coverages must be rated no lower than A-by the most recent edition of Best's Key Rating Guide (Property-Casualty Edition).
2. All insurers for all coverages must have a Best's Financial Size Category of at least VIII according to the most recent edition of Best's Key Rating Guide (Property-Casualty edition).
3. All insurers must be admitted (licensed) in the state in which the ☐ concessioner is domiciled.

III. Certificates of Insurance.

All certificates of Insurance required by this Contract must be completed in sufficient detail to allow easy identification of the coverages, limits, and coverage amendments that are described above. In addition, the insurance companies must be accurately listed along with their A.M. Best Identification Number ("AMB#"). The name, address and telephone number of the issuing insurance agent or broker must be clearly shown on the certificate of insurance as well.

Due to the space limitations of most standard certificates of insurance, it is expected that an addendum will be attached to the appropriate certificate(s) in order to provide the space needed to show the required information.

In addition to providing certificates of insurance, the Concessioner, upon written request of the Director, must provide the Director with a complete copy of any of the insurance policies (or endorsements thereto) required herein to be maintained by the Concessioner.

IV. Statutory Limits

In the event that a statutorily required limit exceeds a limit required herein, the higher statutorily required limit will be considered the minimum to be maintained.

EXHIBIT B - OPERATING PLAN

Royal Wolf Lodge - KATM 006-05

2015

I. INTRODUCTION

This Operating Plan between Royal Wolf Lodge (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM006-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concessions Management Specialist as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually
Franchise Fee Payment	December 31 st annually

- * The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.
- ** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.

The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry emergency communication devices, emergency first aid kit, and flare kit.
3. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
4. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
5. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective March 1, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

Guided Sport Fishing with Associated Boat Storage on American Creek

Concession Contract No. KATM-004-05

Sharon Hayes

Shaska Ventures, Inc.

Summer Address: P.O. Box 39, King Salmon, AK 99613
Winter Address: P.O. Box 10459, Ft. Worth, TX 76114-0459
Summer Tele: (907) 246-1504
Winter Tele: (800) 451-6198
Winter Fax: (817) 236-1696

info@alaskarainbowlodge.com
www.alaskarainbowlodge.com

Covering the Period

January 1, 2005 through December 31, 2014

Katmai National Park and Preserve
Alaska Region - National Park Service

This Contract is between the National Park Service and **Shaska Ventures, Inc.**, (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

(a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.

Katmai National Park and Preserve
Alaska Region - National Park Service

- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

- (a) The Concessioner must pay a franchise fee to the Director as follows: 10% (ten percent) of annual gross receipts or a minimum annual fee of \$600.00, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.
- (b) Payments Due
 - (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
 - (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.
- (c) Interest

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the property. This removal must occur within thirty (30) days (unless the Director in particular circumstances otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions -- See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

President
Shaska Ventures, Inc.

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest

By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

Katmai National Park and Preserve
Alaska Region - National Park Service

ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

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- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

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process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled, terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, hearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between **Shaska Ventures, Inc.** (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM0004-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

Katmai National Park and Preserve
Alaska Region - National Park Service

* The Superintendent may request and the Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.

9. A small Porte Potty will be provided for clients which will be stored in a bear proof container and flown out after each fishing day.
10. Guides will not use a net when handling fish to remove the hook.
11. Guides will instruct fisherman not to touch fish with dry hands and will ensure fish are kept in the water.
12. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four-stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 7. All items including the outboard motor, but excluding the boat, must be removed from the park by October 7.
4. Storage of items not specifically authorized by this contract is prohibited.

Katmai National Park and Preserve
Alaska Region - National Park Service

5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry a satellite telephone, emergency first aid kit, flare kit and VHF radio.
3. Boat passengers are required to remain seated while the boat is in motion.
4. Safe fly casting distance will be supervised by guides.
5. Guides will require guests to wear glasses while fishing.
6. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Pre-trip information will be sent to the clients before they arrive at American Creek, including but not limited to:
 - a. Questionnaire asking for personal information.
 - b. Fisherman skills.
 - c. Who to notify in case of emergency.
 - d. Deposit, cancellation and refund policies.
 - e. What type of clothing and equipment gear to bring.
 - f. Written information about Katmai National Park and Preserve.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.

Katmai National Park and Preserve
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3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using two guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Katmai National Park and Preserve
Alaska Region - National Park Service

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Exhibit C - Reserved

Exhibit D

Insurance Requirements

I. General

The Concessioner must obtain and maintain during the entire term of this Contract, at its sole cost and expense, the types and amounts of insurance coverage necessary to fulfill the obligations of the Contract. The Director will approve the types and amounts of insurance coverage purchased by the Concessioner.

At the request of the Director, the Concessioner must, at the time insurance is first purchased and annually thereafter, provide the Director with a Certificate of Insurance that accurately details the conditions of the policy as evidence of compliance with this section. The Concessioner must provide the Director immediate written notice of any material change in the Concessioner's insurance program hereunder, including without limitation, cancellation of any required insurance coverages.

From time to time, as conditions in the insurance industry warrant, the Director may modify this Exhibit, provided that any additional requirements must be reasonable and consistent with the types of insurance a prudent businessperson would purchase in similar circumstances.

The Director will not be responsible for any omissions or inadequacies of insurance coverages and amounts in the event the insurance purchased by the Concessioner proves to be inadequate or otherwise insufficient for any reason whatsoever.

II. Liability Insurance.

The Concessioner must provide commercial general liability insurance against claims arising out of or resulting from the acts or omissions of the Concessioner or its employees, agents or contractors, in carrying out the activities and operations required and/or authorized under this Contract.

All liability policies must specify that the insurance company will have no right of subrogation against the United States of America and must provide that the United States of America is named an additional insured.

This insurance must be in the amount commensurate with the degree of risk and the scope and size of the activities required and/or authorized under this Contract. The following Liability Coverages and limits are to be maintained at a minimum, all of which are to be written on an occurrence basis only. The Concessioner may attain the limits specified below by means of supplementing the respective coverage(s) with Excess or Excess "Umbrella" Liability. Furthermore, the commercial general liability package must provide no less than the coverages and limits described.

A. Commercial General Liability

1. Coverage will be provided for bodily injury, property damage, personal or advertising injury liability (and must include Contractual Liability and Products/Completed Operations Liability).

Bodily Injury and Property Damage Limit \$300,000

Products/Completed Operations Limit \$300,000

Personal Injury & Advertising Injury Limit \$300,000

Katmai National Park and Preserve
Alaska Region - National Park Service

General Aggregate \$300,000
Fire Damage Legal Liability "per fire" per policy

2. If the policy insures more than one location, the General Aggregate limit must be amended to apply separately to each location, or, at least, separately to the appropriate NPS location(s).

B. Automobile Liability

Coverage will be provided for bodily injury or property damage arising out of the ownership, maintenance or use of "any auto," Symbol 1. (Where there are no owned autos, coverage applicable to "hired" and "non-owned" autos, "Symbols 8 & 9," will be maintained.)

Each Accident Limit: NA

C. Liquor Liability (if applicable)

Coverage will be provided for bodily injury or property damage including damages for care, loss of services, or loss of support arising out of the selling, serving or furnishing of any alcoholic beverage.

Each Common Cause Limit Liquor sales not authorized.
Aggregate Limit

D. Watercraft Liability (or Protection & Indemnity) (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any watercraft.

Each Occurrence Limit: \$300,000

E. Aircraft Liability (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any aircraft.

Each Person Limit: As required by the Federal Aviation Administration and/or State of Alaska

Property Damage Limit: " "

Each Accident Limit: " "

F. Excess Liability or Excess "Umbrella" Liability

This coverage is not required, but may be used to supplement any of the above Liability coverage policies in order to arrive at the required minimum limit of liability. If maintained, coverage will be provided for bodily injury, property damage, personal or advertising injury liability in excess of scheduled underlying insurance. In addition, coverage must be at least as broad as that provided by underlying insurance policies and the limits of underlying insurance must be sufficient to prevent any

Katmai National Park and Preserve
Alaska Region - National Park Service

gap between such minimum limits and the attachment point of the coverage afforded under the Excess Liability or Excess "Umbrella" Liability policy.

G. Care, Custody and Control--Legal Liability (Describe Specific Coverage)

Coverage will be provided for damage to property in the care, custody or control of the concessioner.

Any One Loss \$300,000

H. Environmental Impairment Liability

Coverage (if requested by the Director) will be provided for bodily injury, personal injury or property damage arising out of pollutants or contaminants (on site and/or offsite).

Each Occurrence or Each Claim Limit \$300,000

Aggregate Limit \$600,000

I. Special Provisions for Use of Aggregate Policies.

At such time as the aggregate limit of any required policy is (or if it appears that it will be) reduced or exhausted, the concessioner may be required to reinstate such limit or purchase additional coverage limits.

J. Self-Insured Retentions.

Self-insured retentions on any of the above described Liability insurance policies (other than Excess "Umbrella" Liability, if maintained) may not exceed \$5,000.

K. Workers Compensation and Employers' Liability.

Coverage will comply with the statutory requirements of the state(s) in which the ☐oncessioner operates.

II. Insurance Company Minimum Standards.

All insurance companies providing the above described insurance coverages must meet the minimum standards set forth below:

1. All insurers for all coverages must be rated no lower than A-by the most recent edition of Best's Key Rating Guide (Property-Casualty Edition).
2. All insurers for all coverages must have a Best's Financial Size Category of at least VIII according to the most recent edition of Best's Key Rating Guide (Property-Casualty edition).
3. All insurers must be admitted (licensed) in the state in which the ☐oncessioner is domiciled.

III. Certificates of Insurance.

All certificates of Insurance required by this Contract must be completed in sufficient detail to allow easy identification of the coverages, limits, and coverage amendments that are described above. In addition, the insurance companies must be accurately listed along with their A.M. Best Identification Number ("AMB#"). The name, address and telephone number of the issuing insurance agent or broker must be clearly shown on the certificate of insurance as well.

Due to the space limitations of most standard certificates of insurance, it is expected that an addendum will be attached to the appropriate certificate(s) in order to provide the space needed to show the required information.

In addition to providing certificates of insurance, the Concessioner, upon written request of the Director, must provide the Director with a complete copy of any of the insurance policies (or endorsements thereto) required herein to be maintained by the Concessioner.

IV. Statutory Limits

In the event that a statutorily required limit exceeds a limit required herein, the higher statutorily required limit will be considered the minimum to be maintained.

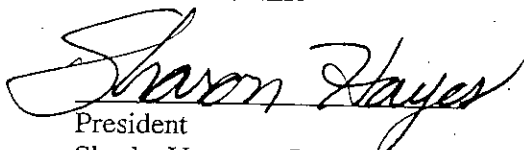
Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

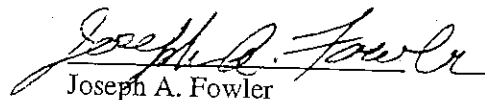
Sec. 10. General Provisions – See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER


President
Shaska Ventures, Inc.

UNITED STATES OF AMERICA


Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

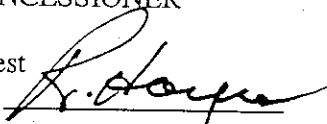
Date: 12/30/04

Date: 1/18/05

CONCESSIONER

Attest

By:


Title: V.P. Shaska Ventures Inc.

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

Katmai National Park and Preserve
Alaska Region - National Park Service

EXHIBIT B - OPERATING PLAN
Shaska Ventures, Inc. - KATM 004-05
2015

I. INTRODUCTION

This Operating Plan between *Shaska Ventures, Inc.* (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM004-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concessions Management Specialist as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually
Franchise Fee Payment	December 31 st annually

* The Superintendent may request and the Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

****** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.

The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry emergency communication devices, emergency first aid kit, and flare kit.
3. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
4. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.

5. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective May 15, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Category III Contract

United States Department of the Interior
National Park Service

Katmai National Park & Preserve

**Guided Sport Fishing with Associated Boat Storage on
American Creek**

Concession Contract No. KATM-005-05

George V. Hartley

Hartley, Inc. dba Branch River Air Service

Summer Address: P.O. Box 545, King Salmon, AK 99613

Winter Address: 4540 Edinburgh Drive, Anchorage, AK 99502

Summer Tele: (907) 246-3437

Winter Tele: (907) 248-3539

Winter Fax: (907) 248-3837

bras@alaska.net

www.branchriverair.com

Covering the Period

January 1, 2005 through December 31, 2014

Katmai National Park and Preserve
Alaska Region - National Park Service

This Contract is between the National Park Service and **Hartley, Inc. dba Branch River Air Service** (hereinafter referred to as "Concessioner"), a Corporation under the authority of 16 U.S.C. 1 et. seq., including 16 U.S.C. 5901 et seq., and other laws that supplement and amend these laws. The Director and the Concessioner agree:

Sec. 1. Term of Contract

This Contract will be from January 1, 2005 until its expiration on December 31, 2014.

Sec. 2. Services and Operations

(a) Required and Authorized Visitor Services

The Concessioner must provide the following required Visitor Services within the Area: None.

The Concessioner may provide the following authorized Visitor Services within the Area: Guided Sport Fishing with Associated Boat Storage on American Creek, including the sale or rental of equipment and clothing associated for its conduct to participants in the activity.

(b) Operation, Maintenance and Quality of Operation

The Concessioner must provide, operate and maintain the Visitor Services in accordance with this Contract in a manner considered satisfactory by the Director, including the nature, type and quality of the Visitor Services. The Concessioner's authority to provide Visitor Services under the terms of this Contract is nonexclusive. The Concessioner's operations and contract compliance will be evaluated on at least an annual basis.

(c) Operating Plan

The Director will establish and revise, as necessary, after consultation with the Concessioner, specific requirements for the operations of the Concessioner under this Contract in the form of an Operating Plan. The initial Operating Plan is attached to this Contract as Exhibit B.

(d) Rates

All rates and charges to the public by the Concessioner for Visitor Services must be reasonable and appropriate and must be approved by the Director.

(e) No Capital Improvements

The Concessioner may not construct any Capital Improvements upon Area lands.

Sec. 3. Concessioner Personnel

Katmai National Park and Preserve
Alaska Region - National Park Service

- (a) The Concessioner must ensure that its employees are hospitable and exercise courtesy and consideration in their relations with the public.
- (b) The Concessioner must establish appropriate screening, hiring, training, safety, employment, termination and other policies and procedures.
- (c) The Concessioner must review the conduct of any of its employees whose action or activities are considered by the Concessioner or the Director to be inconsistent with the proper administration of the Area and enjoyment and protection of visitors and must take such actions as are necessary to correct the situation.
- (d) The Concessioner must maintain, to the greatest extent possible, a drug free work environment.

Sec. 4. Environmental

The Concessioner must utilize appropriate best management practices (practices that apply the most current and advanced means and technologies available to the Concessioner to undertake and maintain a superior level of environmental performance reasonable in light of the circumstances of the operations conducted under this Contract) in its provision of Visitor Services and other activities under this Contract.

Sec. 5. Fees

(a) Franchise Fee

- (1) The Concessioner must pay a franchise fee to the Director as follows: 10% (ten percent) of annual gross receipts or a minimum annual fee of \$600.00, whichever is greater.
- (2) The Concessioner has no right to waiver of the fee under any circumstances.

(b) Payments Due

- (1) Payment of the franchise fee is due on December 31 of each year. If adjustments need to be made to the franchise fee payment due to adjustments to the reported gross receipts at the time of submission of the Concessioner's Annual Financial Report, or for any other reason, the adjustments will be made as follows:
 - (i) Additional payments will be made at the time of submission of the Concessioner's Annual Financial Report,
 - (ii) Overpayments will be offset against the following year's fees.
- (2) All franchise fee payments consisting of \$10,000 or more, will be deposited electronically by the Concessioner in the manner directed by the Director.

(c) Interest

An interest charge will be assessed on overdue amounts for each thirty (30) day period, or portion thereof, that payment is delayed. The percent of interest charged will be based on the current value of funds to the

United States Treasury as published quarterly in the Treasury Fiscal Requirements Manual. The Director may also impose penalties for late payment to the extent authorized by Applicable Law.

Sec. 6. Insurance

The Concessioner must obtain and maintain during the entire term of this Contract at its sole cost and expense, coverage necessary to fulfill the obligations of this Contract. The insurance requirements are set forth in Exhibit D.

Sec. 7. Records and Reports

(a) Accounting System

(1) The Concessioner must maintain an accounting system under which its accounts can be readily identified with its system of accounts classification. Such accounting system must be capable of providing the information required by this Contract. The Concessioner's system of accounts classification must be directly related to the Concessioner Annual Financial Report Form issued by the Director.

(2) If the Concessioner's annual gross receipts are \$500,000 or more, the Concessioner must use the accrual accounting method.

(3) The Concessioner must keep its accounts in such manner that there can be no diversion or concealment of profits or expenses in the operations authorized under this Contract by means of arrangements for the procurement of equipment, merchandise, supplies or services from sources controlled by or under common ownership with the Concessioner or by any other device.

(b) Annual Financial Report

(1) The Concessioner must submit annually as soon as possible but not later than March 1 a financial statement for the preceding fiscal year or portion of a year as prescribed by the Director ("Concessioner Annual Financial Report").

(2) If the annual gross receipts of the Concessioner are in excess of \$1,000,000, the financial statements must be audited by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(3) If annual gross receipts are between \$500,000, and \$1,000,000, the financial statements must be reviewed by an independent Certified Public Accountant in accordance with Generally Accepted Auditing Standards (GAAS) and procedures promulgated by the American Institute of Certified Public Accountants.

(4) If annual gross receipts are less than \$500,000, the financial statements may be prepared without involvement by an independent Certified Public Accountant, unless otherwise directed by the Director.

(c) Other Reports

(1) Balance Sheet. If requested by the Director, within ninety (90) days of the execution of this Contract or its effective date, whichever is later, the Concessioner must submit to the Director a balance sheet as of the beginning date of the term of this Contract. The balance sheet must be audited or reviewed, as determined by the annual gross receipts, by an independent Certified Public Accountant.

(2) The Director from time to time may require the Concessioner to submit other reports and data regarding its performance under this Contract or otherwise, including, but not limited to, operational information.

Sec.8. Suspension, Termination, or Expiration

(a) Termination and Suspension

(1) The Director may temporarily suspend operations under this Contract in whole or in part or terminate this Contract in writing at any time in order to protect Area visitors, protect, conserve, and preserve Area resources, or to limit Visitor Services in the Area to those that continue to be necessary and appropriate.

(2) The Director may terminate this Contract if the Director determines that the Concessioner has materially breached any requirement of this Contract.

(3) In the event of a breach of the Contract, the Director will provide the Concessioner an opportunity to cure by providing written notice to the Concessioner of the breach. In the event of a monetary breach, the Director will give the Concessioner a fifteen (15) day period to cure the breach. If the breach is not cured within that period, then the Director may terminate the Contract for default. In the event of a nonmonetary breach, if the Director considers that the nature of the breach so permits, the Director will give the Concessioner thirty (30) days to cure the breach, or to provide a plan, to the satisfaction of the Director, to cure the breach over a specified period of time. If the breach is not cured within this specified period of time, the Director may terminate the Contract for default. Notwithstanding this provision, repeated breaches (two or more) of the same nature will be grounds for termination for default without a cure period. In the event of a breach of any nature, the Director may suspend the Concessioner's operations as appropriate in accordance with Section 8(a).

(b) Requirements in the Event of Suspension, Termination or Expiration

(1) In the event of suspension or termination of this Contract for any reason or expiration of this Contract, no compensation of any nature will be due the Concessioner, including, but not limited to, compensation for personal property, or for losses based on lost income, profit, or the necessity to make expenditures as a result of the termination.

(2) Upon termination of this Contract for any reason, or upon its expiration, and except as otherwise provided in this section, the Concessioner must, at the Concessioner's expense, promptly vacate the Area, remove all of the Concessioner's personal property, and repair any injury caused by removal of the

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property. This removal must occur within thirty (30) days (unless the Director in particular circumstances otherwise determines). Personal property not removed from the Area will be considered abandoned property subject to disposition by the Director, at full cost and expense of the Concessioner.

Sec. 9. Assignment, Sale or Encumbrance of Interests

This Contract may not be assigned [e.g. sold] or encumbered [e.g. mortgaged] without the approval of the Director in accordance with 36 CFR Part 51 with respect to proposed assignments and encumbrances.

Sec. 10. General Provisions -- See Addendum 1.

Addendum 1 attached to this Contract is made a part of this Contract.

By:
CONCESSIONER

UNITED STATES OF AMERICA

President
Hartley, Inc. dba Branch River Air Service

Joseph A. Fowler
National Park Service
Katmai National Park and Preserve

Date: _____

Date: _____

CONCESSIONER

Attest

By: _____

Title: _____

Attachments:

Addendum 1 General Provisions
Exhibit A Nondiscrimination
Exhibit B Operating Plan
Exhibit C Reserved
Exhibit D Insurance

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ADDENDUM 1 GENERAL PROVISIONS

1. Definitions.

The following terms used in this Contract will have the following meanings, which apply to both the singular and the plural forms of the defined terms:

- (a) "Applicable Laws" means the laws of Congress governing the Area, including, but not limited to, the rules, regulations, requirements and policies promulgated under those laws, whether now in force, or amended, enacted or promulgated in the future, including, without limitation, federal, state and local laws, rules, regulations, requirements and policies governing nondiscrimination, protection of the environment and protection of public health and safety.
- (b) "Area" means the property within the boundaries of Katmai National Park and Preserve.
- (c) "Days" means calendar days.
- (d) "Director" means the Director of the National Park Service, and his duly authorized representatives.
- (e) "Exhibit" means the various exhibits, which are attached to this Contract, each of which is hereby made a part of this Contract.
- (f) "Gross Receipts" means the total amount received or realized by, or accruing to, the Concessioner from all sales for cash or credit, of services, accommodations, materials, and other merchandise made pursuant to the rights granted by this Contract, commissions earned on contracts or agreements with other persons or companies operating in the Area, and gross receipts earned from electronic media sales, but excluding:
 - (1) Intracompany earnings on account of charges to other departments of the operation (such as laundry);
 - (2) Charges for employees' meals, lodgings, and transportation;
 - (3) Cash discounts on purchases;
 - (4) Cash discounts on sales;
 - (5) Returned sales and allowances;
 - (6) Interest on money loaned or in bank accounts;
 - (7) Income from investments;
 - (8) Income from subsidiary companies outside of the Area;
 - (9) Sale of property other than that purchased in the regular course of business for the purpose of resale;
 - (10) Sales and excise taxes that are added as separate charges to sales prices, gasoline taxes, hunting and fishing license fees, and postage stamps, provided that the amount excluded will not exceed the amount actually due or paid government agencies;
 - (11) Receipts from the sale of handicrafts that have been approved for sale by the Director as constituting authentic American Indian, Alaskan Native, Native Samoan, or Native Hawaiian handicrafts.

All monies paid into coin operated devices, except telephones, whether provided by the Concessioner or by others, must be included in gross receipts. However, only revenues actually received by the Concessioner from coin-operated telephones must be included in gross receipts. All revenues received from charges for in-room telephone or computer access must be included in gross receipts.

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- (g) "Superintendent" means the manager of the Area.
- (h) "Visitor Services" means the accommodations, facilities and services that the Concessioner is required and/or authorized to provide by this Contract.

2. Legal and Regulatory Compliance

This Contract, operations under it by the Concessioner, and its administration by the Director, are subject to all Applicable Laws. The Concessioner must comply with all Applicable Laws in fulfilling its obligations under this Contract at the Concessioner's sole cost and expense. The Concessioner must give the Director immediate written notice of any violation of Applicable Laws by the Concessioner, including its employees, agents or Contractors, and must promptly correct any violation.

3. Services and Operations

- (a) All promotional material, regardless of media format (i.e., printed, electronic, broadcast media), provided to the public by the Concessioner in connection with the services provided under this Contract must be approved in writing by the Director prior to use. All such material will identify the Concessioner as an authorized Concessioner of the National Park Service, Department of the Interior.
- (b) The Concessioner will provide Federal employees reduced rates, in accordance with guidelines established by the Director, when conducting necessary official business. Complimentary or reduced rates and charges may otherwise not be provided to Federal employees by the Concessioner except to the extent that they are equally available to the general public.
- (c) The Director and Comptroller General of the United States, or any of their duly authorized representatives, will have access to the records of the Concessioner as provided by the terms of Applicable Laws.
- (d) Subconcession or other third party agreements, including management agreements, for the provision of Visitor Services required and/or authorized under this Contract, whether in consideration of a percentage of revenues or otherwise, are not permitted.
- (e) The Concessioner will ensure that any protected sites and archeological resources within the Area are not disturbed or damaged by the Concessioner's activities. Discoveries of any archeological resources by the Concessioner will be promptly reported to the Director.

4. Environmental Data, Reports, Notifications, and Approvals

- (a) Inventory of Hazardous Substances and Inventory of Waste Streams. The Concessioner must submit to the Director, upon request, an inventory of hazardous chemicals used and stored in the Area by the Concessioner. The Concessioner must obtain the Director's approval prior to using any extremely hazardous substance, as defined in the Emergency Planning and Community Right to Know Act of 1986, in operations under this Contract. The Concessioner must also submit to the Director, upon request, an inventory of all waste streams generated by the Concessioner under this Contract.
- (b) Reports. The Concessioner must submit to the Director copies of all documents, reports, monitoring data, manifests, and other documentation required under Applicable Laws to be submitted to regulatory agencies. The Concessioner must also submit to the Director any environmental plans for which coordination with Area operations are necessary and appropriate, as determined by the Director in accordance with Applicable Laws.

- (c) Notification of Releases. The Concessioner must give the Director immediate written notice of any discharge, release or threatened release (as these terms are defined by Applicable Laws) within or at the vicinity of the Area (whether solid, semi-solid, liquid or gaseous in nature) of any hazardous or toxic substance, material, or waste of any kind, including, without limitation, building materials such as asbestos, or any contaminant, pollutant, petroleum, petroleum product or petroleum by-product.
- (d) Notice of Violation. The Concessioner must give the Director in writing immediate notice of any written threatened or actual notice of violation from other regulatory agencies of any Applicable Law arising out of the activities of the Concessioner, its agents or employees.
- (e) Communication with Regulatory Agencies. The Concessioner must provide timely written advance notice to the Director of communications, including without limitation, meetings, audits, inspections, hearings and other proceedings, between regulatory agencies and the Concessioner related to compliance with Applicable Laws concerning operations under this Contract. The Concessioner must also provide to the Director any written materials prepared or received by the Concessioner in advance of or subsequent to any such communications. The Concessioner must allow the Director to participate in any such communications. The Concessioner must also provide timely notice to the Director following any unplanned communications between regulatory agencies and the Concessioner.
- (f) Cost Recovery for Concessioner Environmental Activities. If the Concessioner does not promptly contain and remediate an unauthorized discharge or release arising out of the activities of the Concessioner, its employees, agents and Contractors, as set forth in this section, or correct any environmental self-assessment finding of non-compliance, in full compliance with Applicable Laws, the Director may, in its sole discretion and after notice to the Concessioner, take any such action consistent with Applicable Laws as the Director deems necessary to abate, mitigate, remediate, or otherwise respond to such release or discharge, or take corrective action on the environmental self-assessment finding. The Concessioner will be liable for and must pay to the Director any costs of the Director associated with such action upon demand. Nothing in this section precludes the Concessioner from seeking to recover costs from a responsible third party.

5. Fees

(a) Adjustment of Franchise Fee

- (1) The Concessioner or the Director may request, in the event that either considers that extraordinary, unanticipated changes have occurred after the effective date of this Contract, a reconsideration and possible subsequent adjustment of the franchise fee established in this section. For the purposes of this section, the phrase "extraordinary, unanticipated changes" will mean extraordinary, unanticipated changes from the conditions existing or reasonably anticipated before the effective date of this Contract which have or will significantly affect the probable value of the privileges granted to the Concessioner by this Contract. For the purposes of this section, the phrase "probable value" means a reasonable opportunity for net profit in relation to capital invested and the obligations of this Contract.
- (2) The Concessioner or the Director must make a request for a reconsideration by mailing, within sixty (60) days from the date that the party becomes aware, or should have become aware, of the possible extraordinary, unanticipated changes, a written notice to the other party that includes a description of the possible extraordinary, unanticipated changes and why the party believes they have affected or will significantly affect the probable value of the privileges granted by this Contract.

- (3) If the Concessioner and the Director agree that extraordinary, unanticipated changes have occurred, the Concessioner and the Director will undertake good faith negotiations as to an appropriate adjustment of the franchise fee.
- (4) The negotiation will last for a period of sixty (60) days from the date the Concessioner and the Director agree that extraordinary, unanticipated changes occurred. If the negotiation results in agreement as to an adjustment (up or down) of the franchise fee within this period, the franchise fee will be adjusted accordingly, prospectively as of the date of agreement.
- (5) If the negotiation does not result in agreement as to the adjustment of the franchise fee within this sixty (60) day period, then either the Concessioner or the Director may request binding arbitration to determine the adjustment to franchise fee in accordance with this section. Such a request for arbitration must be made by mailing written notice to the other party within fifteen (15) days of the expiration of the sixty (60) day period.
- (6) Within thirty (30) days of receipt of such a written notice, the Concessioner and the Director will each select an arbiter. These two arbiters, within thirty (30) days of selection, must agree to the selection of a third arbiter to complete the arbitration panel. Unless otherwise agreed by the parties, the arbitration panel will establish the procedures of the arbitration. Such procedures must provide each party a fair and equal opportunity to present its position on the matter to the arbitration panel.
- (7) The arbitration panel will consider the written submissions and any oral presentations made by the Concessioner and the Director and provide its decision on an adjusted franchise fee (up, down or unchanged) that is consistent with the probable value of the privileges granted by this Contract within sixty (60) days of the presentations.
- (8) Any adjustment to the franchise fee resulting from this section will be prospective only.
- (9) Any adjustment to the franchise fee will be embodied in an amendment to this Contract.
- (10) During the pendency of the process described in this section, the Concessioner will continue to make the established franchise fee payments required by this Contract.

6. Indemnification

The Concessioner agrees to assume liability for and does hereby agree to save, hold harmless, protect, defend and indemnify the United States of America, its agents and employees from and against any and all liabilities, obligations, losses, damages or judgments (including without limitation penalties and fines), claims, actions, suits, costs and expenses (including without limitation attorneys fees and experts' fees) of any kind and nature whatsoever on account of fire or other peril, bodily injury, death or property damage, or claims for bodily injury, death or property damage of any nature whatsoever, and by whomsoever made, in any way connected with or arising out of the activities of the Concessioner, its employees, agents or Contractors under this Contract. This indemnification will survive the termination or expiration of this Contract.

7. Notice of Bankruptcy or Insolvency

The Concessioner must give the Director immediate notice (within five (5) days) after the filing of any petition in bankruptcy, filing any petition seeking relief of the same or different kind under any provision of the Bankruptcy Act or its successor, or making any assignment for the benefit of creditors. The Concessioner must also give the Director immediate notice of any petition or other proceeding against the Concessioner for the appointment of a trustee, receiver, or liquidator, or, the taking by any person or entity of the rights granted by this Contract or any part thereof upon execution, attachment or other

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process of law or equity. For purposes of the bankruptcy statutes, NPS considers that this Contract is not a lease but an executory Contract exempt from inclusion in assets of Concessioner pursuant to 11 U.S.C. 365. The Director may terminate this Contract if the Director determines that the Concessioner is unable to perform the terms of Contract due to such bankruptcy or insolvency action.

8. Additional Provisions

- (a) This Contract contains the sole and entire agreement of the parties. No oral representations of any nature form the basis of or may amend this Contract. This Contract may be extended, renewed or amended only when agreed to in writing by the Director and the Concessioner.
- (b) This Contract does not grant rights or benefits of any nature to any third party.
- (c) The invalidity of a specific provision of this Contract will not affect the validity of the remaining provisions of this Contract.
- (d) Waiver by the Director or the Concessioner of any breach of any of the terms of this Contract by the other party will not be deemed to be a waiver or elimination of such term, nor of any subsequent breach of the same type, nor of any other term of the Contract. The subsequent acceptance of any payment of money or other performance required by this Contract will not be deemed to be a waiver of any preceding breach of any term of the Contract.
- (e) No member of, or delegate to, Congress or Resident Commissioner will be admitted to any share or part of this Contract or to any benefit that may arise from this Contract but this restriction will not be construed to extend to this Contract if made with a corporation or company for its general benefit.
- (f) This Contract is subject to the provisions of 43 CFR, Subtitle A, Part 12, Subpart D, concerning nonprocurement debarment and suspension. The Director may recommend that the Concessioner be debarred or suspended in accordance with the requirements and procedures described in those regulations, as they are effective now or may be revised in the future.

Exhibit A
Nondiscrimination

Section I: Requirements Relating to Employment and Service to the Public

A. Employment

During the performance of this CONTRACT the Concessioner agrees as follows:

- (1) The Concessioner will not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin, or disabling condition. The Concessioner will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, color, religion, sex, age, national origin, or disabling condition. Such action shall include, but not be limited to, the following: Employment upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Concessioner agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Secretary setting forth the provision of this nondiscrimination clause.
- (2) The Concessioner will, in all solicitations or advertisements for employees placed by on behalf of the Concessioner, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, sex, age, national origin, or disabling condition.
- (3) The Concessioner will send to each labor union or representative of workers with which the Concessioner has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the Secretary, advising the labor union or workers' representative of the Concessioner's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.
- (4) Within 120 days of the commencement of a contract every Government contractor or subcontractor holding a contract that generates gross receipts which exceed \$50,000 and having 50 or more employees shall prepare and maintain an affirmative action program at each establishment which shall set forth the contractor's policies, practices, and procedures in accordance with the affirmative action program requirement.
- (5) The Concessioner will comply with all provisions of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and of the rules, regulations, and relevant orders of the Secretary of Labor.
- (6) The Concessioner will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to the Concessioner's books, records, and accounts by the Secretary of the Interior and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.
- (7) In the event of the Concessioner's noncompliance with the nondiscrimination clauses of this CONTRACT or with any of such rules, regulations, or orders, this CONTRACT may be canceled; terminated or suspended in whole or in part and the Concessioner may be declared ineligible for further Government concession contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, and such other sanctions may be imposed and remedies invoked as provided in Executive Order

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No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

- (8) The Concessioner will include the provisions of paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, so that such provisions will be binding upon each subcontractor or vendor. The Concessioner will take such action with respect to any subcontract or purchase order as the Secretary may direct as a means of enforcing such provisions, including sanctions for noncompliance: Provided, however, that in the event the Concessioner becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the Secretary, the Concessioner may request the United States to enter into such litigation to protect the interests of the United States.

B. Construction, Repair, and Similar Contracts

The preceding provisions A(1) through A(8) governing performance of work under this CONTRACT, as set out in Section 202 of Executive Order No. 11246 of September 24, 1965, as amended by Executive Order No. 11375 of October 13, 1967, shall be applicable to this CONTRACT, and shall be included in all contracts executed by the Concessioner for the performance of construction, repair, and similar work contemplated by this CONTRACT, and for that purpose the term "CONTRACT" shall be deemed to refer to this instrument and to contracts awarded by the Concessioner and the term "Concessioner" shall be deemed to refer to the Concessioner and to contractors awarded contracts by the Concessioner.

C. Facilities

(1) Definitions: As used herein:

- (a) Concessioner shall mean the Concessioner and its employees, agents, lessees, sublessees, and contractors, and the successors in interest of the Concessioner;
- (b) Facility shall mean any and all services, facilities, privileges, accommodations, or activities available to the general public and permitted by this agreement.

(2) The Concessioner is prohibited from:

- (a) Publicizing facilities operated hereunder in any manner that would directly or inferentially reflect upon or question the acceptability of any person because of race, color, religion, sex, age, national origin, or disabling condition;
- (b) Discriminating by segregation or other means against any person.

Section II: Accessibility

Title V, Section 504, of the Rehabilitation Act of 1973, as amended in 1978, requires that action be taken to assure that any "program" or "service" being provided to the general public be provided to the highest extent reasonably possible to individuals who are mobility impaired, hearing impaired, and visually impaired. It does not require architectural access to every building or facility, but only that the service or program can be provided somewhere in an accessible location. It also allows for a

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wide range of methods and techniques for achieving the intent of the law, and calls for consultation with disabled persons in determining what is reasonable and feasible.

No handicapped person shall, because a Concessioner's facilities are inaccessible to or unusable by handicapped persons, be denied the benefits of, be excluded from participation in, or otherwise be subjected to discrimination under any program or activity receiving Federal financial assistance or conducted by any Executive agency or by the U.S. Postal Service.

A. Discrimination Prohibited

A Concessioner, in providing any aid, benefit, or service, may not directly or through contractual, licensing, or other arrangements, on the basis of handicap:

- (1) Deny a qualified handicapped person the opportunity to participate in or benefit from the aid, benefit, or service;
- (2) Afford a qualified handicapped person an opportunity to participate in or benefit from the aid, benefit, or service that is not equal to that afforded others;
- (3) Provide a qualified handicapped person with an aid, benefit, or service that is not as effective as that provided to others;
- (4) Provide different or separate aids, benefits, or services to handicapped persons or to any class of handicapped persons unless such action is necessary to provide qualified handicapped persons with aid, benefits, or services that are as effective as those provided to others;
- (5) Aid or perpetuate discrimination against a qualified handicapped person by providing significant assistance to an agency, organization, or person that discriminates on the basis of handicap in providing any aid, benefit, or service to beneficiaries of the recipient's program;
- (6) Deny a qualified handicapped person the opportunity to participate as a member of planning or advisory boards; or
- (7) Otherwise limit a qualified handicapped person in the enjoyment of any right, privilege, advantage, or opportunity enjoyed by others receiving an aid, benefit, or service.

B. Existing Facilities

A Concessioner shall operate each program or activity so that the program or activity, when viewed in its entirety, is readily accessible to and usable by handicapped persons. This paragraph does not require a Concessioner to make each of its existing facilities or every part of a facility accessible to and usable by handicapped persons.

EXHIBIT B OPERATING PLAN

I. Introduction

This Operating Plan between **Hartley, Inc. dba Branch River Air Service** (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM005-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. Management and Organization

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concession Chief as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
Promotional Materials	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15

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* The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be in the possession of the guide while on American Creek. This information will be kept current on a daily basis and will be available for inspection by NPS personnel.
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.

9. A small Porte Potty will be provided for clients which will be stored in a bear proof container and flown out after each fishing day.
10. Guides will not use a net when handling fish to remove the hook.
11. Guides will instruct fisherman not to touch fish with dry hands and will ensure fish are kept in the water.
12. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower.
 - (c) The jet boat will be powered by a four-stroke motor.
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair.
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 -- October 7. All items including the outboard motor, but excluding the boat, must be removed from the park by October 7.
4. Storage of items not specifically authorized by this contract is prohibited.

5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry a satellite telephone, emergency first aid kit, flare kit and VHF radio.
3. Boat passengers are required to remain seated while the boat is in motion.
4. Safe fly casting distance will be supervised by guides.
5. Guides will require guests to wear glasses while fishing.
6. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
7. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required.
8. *Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.*

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit.
2. The Concessioner shall provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
3. Pre-trip information will be sent to the clients before they arrive at American Creek, including but no limited to:
 - a. Questionnaire asking for personal information.
 - b. Fisherman skills.
 - c. Who to notify in case of emergency.
 - d. Deposit, cancellation and refund policies.
 - e. What type of clothing and equipment gear to bring.
 - f. Written information about Katmai National Park and Preserve.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.

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3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using two guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

1. A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.
2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

1. The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Approved this ____ day of _____, 200__.

Superintendent

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

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Appendix 1
Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

Exhibit C - Reserved

Exhibit D Insurance Requirements

I. General

The Concessioner must obtain and maintain during the entire term of this Contract, at its sole cost and expense, the types and amounts of insurance coverage necessary to fulfill the obligations of the Contract. The Director will approve the types and amounts of insurance coverage purchased by the Concessioner.

At the request of the Director, the Concessioner must, at the time insurance is first purchased and annually thereafter, provide the Director with a Certificate of Insurance that accurately details the conditions of the policy as evidence of compliance with this section. The Concessioner must provide the Director immediate written notice of any material change in the Concessioner's insurance program hereunder, including without limitation, cancellation of any required insurance coverages.

From time to time, as conditions in the insurance industry warrant, the Director may modify this Exhibit, provided that any additional requirements must be reasonable and consistent with the types of insurance a prudent businessperson would purchase in similar circumstances.

The Director will not be responsible for any omissions or inadequacies of insurance coverages and amounts in the event the insurance purchased by the Concessioner proves to be inadequate or otherwise insufficient for any reason whatsoever.

II. Liability Insurance.

The Concessioner must provide commercial general liability insurance against claims arising out of or resulting from the acts or omissions of the Concessioner or its employees, agents or contractors, in carrying out the activities and operations required and/or authorized under this Contract.

All liability policies must specify that the insurance company will have no right of subrogation against the United States of America and must provide that the United States of America is named an additional insured.

This insurance must be in the amount commensurate with the degree of risk and the scope and size of the activities required and/or authorized under this Contract. The following Liability Coverages and limits are to be maintained at a minimum, all of which are to be written on an occurrence basis only. The Concessioner may attain the limits specified below by means of supplementing the respective coverage(s) with Excess or Excess "Umbrella" Liability. Furthermore, the commercial general liability package must provide no less than the coverages and limits described.

A. Commercial General Liability

1. Coverage will be provided for bodily injury, property damage, personal or advertising injury liability (and must include Contractual Liability and Products/Completed Operations Liability).
Bodily Injury and Property Damage Limit \$300,000
Products/Completed Operations Limit \$300,000
Personal Injury & Advertising Injury Limit \$300,000

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General Aggregate \$300,000
Fire Damage Legal Liability ``per fire" per policy

2. If the policy insures more than one location, the General Aggregate limit must be amended to apply separately to each location, or, at least, separately to the appropriate NPS location(s).

B. Automobile Liability

Coverage will be provided for bodily injury or property damage arising out of the ownership, maintenance or use of ``any auto," Symbol 1. (Where there are no owned autos, coverage applicable to ``hired" and ``non-owned" autos, ``Symbols 8 & 9," will be maintained.)

Each Accident Limit: NA

C. Liquor Liability (if applicable)

Coverage will be provided for bodily injury or property damage including damages for care, loss of services, or loss of support arising out of the selling, serving or furnishing of any alcoholic beverage.

Each Common Cause Limit Liquor sales not authorized.
Aggregate Limit

D. Watercraft Liability (or Protection & Indemnity) (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any watercraft.

Each Occurrence Limit: \$300,000

E. Aircraft Liability (if applicable)

Coverage will be provided for bodily injury or property damage arising out of the use of any aircraft.

Each Person Limit: As required by the Federal Aviation Administration and/or State of Alaska

Property Damage Limit: " "

Each Accident Limit: " "

F. Excess Liability or Excess ``Umbrella" Liability

This coverage is not required, but may be used to supplement any of the above Liability coverage policies in order to arrive at the required minimum limit of liability. If maintained, coverage will be provided for bodily injury, property damage, personal or advertising injury liability in excess of scheduled underlying insurance. In addition, coverage must be at least as broad as that provided by underlying insurance policies and the limits of underlying insurance must be sufficient to prevent any

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gap between such minimum limits and the attachment point of the coverage afforded under the Excess Liability or Excess "Umbrella" Liability policy.

G. Care, Custody and Control--Legal Liability (Describe Specific Coverage)

Coverage will be provided for damage to property in the care, custody or control of the concessioner.

Any One Loss \$300,000

H. Environmental Impairment Liability

Coverage (if requested by the Director) will be provided for bodily injury, personal injury or property damage arising out of pollutants or contaminants (on site and/or offsite).

Each Occurrence or Each Claim Limit \$300,000
Aggregate Limit \$600,000

I. Special Provisions for Use of Aggregate Policies.

At such time as the aggregate limit of any required policy is (or if it appears that it will be) reduced or exhausted, the concessioner may be required to reinstate such limit or purchase additional coverage limits.

J. Self-Insured Retentions.

Self-insured retentions on any of the above described Liability insurance policies (other than Excess "Umbrella" Liability, if maintained) may not exceed \$5,000.

K. Workers Compensation and Employers' Liability.

Coverage will comply with the statutory requirements of the state(s) in which the ☐ concessioner operates.

II. Insurance Company Minimum Standards.

All insurance companies providing the above described insurance coverages must meet the minimum standards set forth below:

1. All insurers for all coverages must be rated no lower than A-by the most recent edition of Best's Key Rating Guide (Property-Casualty Edition).
2. All insurers for all coverages must have a Best's Financial Size Category of at least VIII according to the most recent edition of Best's Key Rating Guide (Property-Casualty edition).
3. All insurers must be admitted (licensed) in the state in which the ☐ concessioner is domiciled.

III. Certificates of Insurance.

All certificates of Insurance required by this Contract must be completed in sufficient detail to allow easy identification of the coverages, limits, and coverage amendments that are described above. In addition, the insurance companies must be accurately listed along with their A.M. Best Identification Number ("AMB#"). The name, address and telephone number of the issuing insurance agent or broker must be clearly shown on the certificate of insurance as well.

Due to the space limitations of most standard certificates of insurance, it is expected that an addendum will be attached to the appropriate certificate(s) in order to provide the space needed to show the required information.

In addition to providing certificates of insurance, the Concessioner, upon written request of the Director, must provide the Director with a complete copy of any of the insurance policies (or endorsements thereto) required herein to be maintained by the Concessioner.

IV. Statutory Limits

In the event that a statutorily required limit exceeds a limit required herein, the higher statutorily required limit will be considered the minimum to be maintained.

EXHIBIT B - OPERATING PLAN
Branch River Air Service - KATM 005-05
2015

I. INTRODUCTION

This Operating Plan between Hartley, Inc. dba Branch River Air Service (hereinafter referred to as the "Concessioner") and Katmai National Park & Preserve (hereinafter referred to as the "Service") shall serve as a supplement to Concession Contract CC-KATM005-05, (hereinafter referred to as the "CONTRACT"). It describes specific operating and maintenance responsibilities of the Concessioner and the Service with regard to those lands utilized by the Concessioner for the purposes authorized by the CONTRACT.

In the event of any conflict between the terms of the CONTRACT and this Operating Plan, the terms of the CONTRACT, including its designations and amendments, shall prevail.

This plan will be reviewed annually by the Superintendent in consultation with the Concessioner and revised as determined necessary by the Superintendent of Katmai National Park & Preserve.

Any revisions shall not be inconsistent with the main body of this CONTRACT. Any revisions must be reasonable and in furtherance of the purposes of the CONTRACT.

II. MANAGEMENT AND ORGANIZATION

National Park Service - The Superintendent is responsible for the total park operation. The Superintendent has designated the Concessions Management Specialist as the staff person responsible for day-to-day concession operations. Law enforcement/visitor protection matters are delegated to the Chief Ranger. Resource Management and Compliance matters are delegated to the Chief of Resource Management. Each of these may designate a specific contact person to handle routine matters.

Concessioner - Concession operations will carry out the policies and directives of the Service as well as those of the Concessioner in the operation of the authorized concessions services in Katmai National Park & Preserve. The Concessioner will manage and, if necessary, employ a staff with the expertise to operate all services authorized under the concessions contract.

III. REQUIRED DOCUMENTS

A. Annual Reports and Payment

In addition to the reports required by the Contract, the Concessioner will provide the Superintendent the following documents annually:

Certificate of Insurance	Prior to startup of operations
Employee List *	Prior to startup of operations
Proof of First Aid and/or other Certified Emergency Medical Training	Prior to startup of operations
Aircraft List (with "N" numbers) **	30 days prior to startup of operations
American Creek Daily Use Record (Appendix 1)	November 15
Annual Financial Report (AFR)	March 1 st annually

Franchise Fee Payment	December 31 st annually
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* The Superintendent may request and Concessioner will provide copies of employee pay records to verify these individuals are employees and not subcontractors.

** If the Concessioner changes aircraft after submission of the report, the Concessioner will advise the Superintendent of the changes as soon as possible.

B. Additional Reports

1. Accidents involving personal injury, minor aircraft damage, threatening incidents involving wildlife or conflicts with other park users must be reported to the Superintendent within one (1) workday following the incident.
2. Aviation or boating accidents and human/wildlife interactions involving a fatality or serious injury, or involving substantial property damage, must be reported to the Superintendent immediately and by the most expeditious means available. For the purposes of this paragraph, "substantial property damage" means damage or failure, which adversely affects the structural strength, performance, or flight characteristics of an aircraft, seaworthiness of a boat, or any damage in excess of \$1,000.
3. Instances in which a client becomes separated from a guide and cannot be located should be reported to the Service immediately upon determining that a client is lost.

IV. GENERAL CONCESSION OPERATIONS

A. Resource Protection

1. The boat may be operated only on the lower six (6) miles of American Creek.
2. The boat may not be operated in the braids.
3. No garbage will be left in the park during or after guided services on American Creek. All garbage must be removed from the park at the conclusion of each trip.
4. Fly fishing only.
5. Only barbless hooks will be used.
6. The Concessioner is limited to one trip upriver per day.
7. The Daily Use Record will be kept current on a daily basis and will be available for review by NPS. (Appendix 1).
8. Guides will not cook or prepare lunches while at American Creek. All lunches will be pre-prepared.
9. Guides will minimize noise and give way to bears on the shoreline.

B. Hazardous Waste Program

1. Fuel storage on American Creek is prohibited.
2. The Concessioner will properly clean, mitigate, and remediate all unauthorized discharges of hazardous materials or non-hazardous chemical and biological products released from any source. When a spill, leak or other release occurs, the Concessioner shall notify the Superintendent as soon as possible without impeding cleanup.

C. Boat Storage Area

1. No water diversions, dikes, channels, shore modifications or dams will be permitted at the boat storage area.
2. The Concessioner is authorized to store one jet boat at a location approved by the National Park Service within the lower two (2) miles of American Creek, subject to the following restrictions:
 - (a) The boat must be of lightweight, single hull, open design, with overall length not exceeding 18 feet.
 - (b) The outboard motor may not exceed 50 horsepower (*measured at the pump*).
 - (c) The jet boat will be powered by a four-stroke motor or a two-stroke motor. If a two stroke motor is used, it must meet or exceed the U.S. Environmental Protection Agency's 2006 EPA standards for outboard engine emissions standards. (Example: Evinrude E-TEC Outboards)
 - (d) The propulsion unit must be a properly installed, stock "jet" unit.
 - (e) The boat must comply with all State and Federal regulations and be registered to the Concessioner.
 - (f) The boat is subject to inspection by NPS personnel.
 - (g) No on-site maintenance will be permitted other than minor emergency repairs and normal preventive maintenance.
 - (h) Guides will be trained in boat and motor maintenance and repair
3. The Concessioner may store minimum quantities of boating safety equipment within the boat (i.e. oars, PFD's, anchor, mooring lines, and/or fire extinguisher) from May 15 – October 27. All items including the outboard motor, but excluding the boat, must be removed from the park by October 27.
4. Storage of items not specifically authorized by this contract is prohibited.
5. The Concessioner will keep the boat storage area and boat clean and free from trash, litter, garbage or other items not approved for storage.

D. Operational Safety and Emergency Management Program

1. Guides will be first-aid and CPR trained.
2. Guides will carry emergency communication devices, emergency first aid kit, flare kit.

3. All guides will be trained in client safety practices relating to being in and around aircraft and boats on American Creek.
4. The Concessioner will review the condition of the boat, boat motor, safety and first aid equipment and materials and its fishing gear and either repair or replace the same as required
5. Life jackets of the appropriate size must be available for all passengers, including adults and children, engaged in any boating activity.

E. Interpretive Visitor Services and Client Orientation

1. The Concessioner shall inform all clients that they are fishing within a National Park Service unit and will provide clients with information regarding rules and regulations pertaining to the park and sport fishing.
2. Pre-trip information will be made available to clients before they arrive on American Creek.

F. Quality of Service

1. The Concessioner is limited to a total of no more than one (1) guide and four (4) clients per day on American Creek.
2. The Service shall evaluate Concessioner services for Operational Performance and Contract Compliance annually.
3. The Concessioner will provide one seat on the boat (only if a seat is available) to the National Park Service free of charge for purposes of contract operational performance evaluation or assessing resource impacts.
4. Persons with disabilities will be accommodated by using additional guides per disabled client as needed.

G. Rates and Reservation/Deposit/Refund/Discount/Cancellation Policies.

A highly competitive market exists within the sport fishing industry in Alaska. A sufficient number of sport fishing guides provide similar services throughout Alaska, resulting in a range of prices and types of sport fishing available. The pricing of a sport fishing excursion may not be directly enhanced by its location within Katmai National Park. Therefore, a competitive market declaration will be the rate approval method for sport fishing guide services.

H. Complaints

1. The Service will send complaints or comments to the Concessioner for investigation and response within 30 days of receipt. The Concessioner will provide a copy of the response to the Superintendent.

2. The Concessioner will provide to the NPS copies of all client complaints received by the Concessioner within two weeks of receipt by the Concessioner. The Concessioner will provide a copy of the response to the Superintendent.

I. Katmai National Park and Preserve Compendium

The Concessioner will comply with all provisions of the Katmai National Park and Preserve Compendium.

Appendix 1: American Creek Daily Use Record

Appendix 2: Katmai National Park and Preserve Compendium

Approved, Effective May 15, 2015

This operating plan shall remain in effect until specific changes are approved in writing by the Superintendent.

Appendix 1

**Katmai National Park & Preserve
AMERICAN CREEK DAILY USE RECORD**

Date _____ Guide(s): _____

Company: _____

No. of Clients: _____ Number of other parties seen: _____

Arrival Time: _____ Departure Time: _____

	<u>Landed</u>	<u>Kept</u>	<u>Comments</u>
Rainbow	_____	_____	_____
Sockeye	_____	_____	_____
Char	_____	_____	_____
Other	_____	_____	_____

Number of Bears seen: _____

General Observations & Comments

